

UNITED STATES DEPARTMENT OF COMMERCE National Telecommunications and Information Administration Washington, D.C. 20230

June 16, 2004

The Honorable Michael J. Copps

Commissioner

Federal Communications Commission

445 12<sup>th</sup> Street, S.W.

Washington, D.C. 20554

Dear Commissioner Copps:

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01-338

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JUN 2 3 2004

Federal Communications Commission Office of the Secretary

The Supreme Court has decided not to grant a stay in United States
Telecommunications Association v. Federal Communications Commission. The
Administration believes you should act promptly using all methods at your disposal to
protect consumers and ensure appropriate competitive access to local networks, including
the rapid adoption of interim rules that will accomplish those goals.

To ensure appropriate competitive access, the Administration believes the interim rules should cover a full year, unless superceded by permanent rules, and include the maximum legally sustainable transition period without wholesale rate increases for those network elements subject to the vacatur of the DC Circuit Court. We support the Chairman's stated goal of adopting permanent rules by the end of the year, provided that the permanent rules complete the period of rate certainty initiated in the interim rules.

In response to your leadership, the telecommunications industry has participated in an historic effort to use commercial negotiations to end eight years of regulatory and legal stalemate. The Administration continues to support these negotiations as the best way to achieve greater market-based competition within the telecommunications industry. We encourage the FCC to aggressively continue to facilitate these negotiations. Any interim rules should ensure that consumers immediately benefit from the current and future commercially-negotiated agreements and that those agreements are protected from unnecessary legal challenges.

Sincerely.

Michael D. Gallagher

Acting Assistant Secretary for

Communications and Information

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UNITED STATES DEPARTMENT OF COMMERCE National Telecommunications and Information Administration Washington, D.C. 20230

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The Honorable Kathleen Q. Abernathy Commissioner

Federal Communications Commission

445 12<sup>th</sup> Street, S.W.

Washington, D.C. 20554

JUN 2 3 2004

Federal Communications Commission Office of the Secretary

Dear Commissioner Abernathy:

The Supreme Court has decided not to grant a stay in United States
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Michael D. Gallagher

Acting Assistant Secretary for

Communications and Information



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The Honorable Jonathan S. Adelstein Commissioner

Federal Communications Commission

445 12th Street, S.W.

Washington, D.C. 20554

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Federal Communications Commission Office of the Secretary

Dear Commissioner Adelstein:

The Supreme Court has decided not to grant a stay in United States
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Michael D. Gallagher

Acting Assistant Secretary for

Wishel D. Sulla

Communications and Information

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The Honorable Michael K. Powell Chairman Federal Communications Commission 445 12<sup>th</sup> Street, S.W.

Washington, D.C. 20554

Dear Chairman Powell:

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Sincerely,

Michael D. Gallagher

Acting Assistant Secretary for

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UNITED STATES DEPARTMENT OF COMMERCE National Telecommunications and Information Administration Washington, D.C. 20230

June 16, 2004

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The Honorable Kevin J. Martin Commissioner Federal Communications Commission 445 12<sup>th</sup> Street, S.W. Washington, D.C. 20554

Dear Commissioner Martin:

Federal Communications Commission Office of the Secretary

The Supreme Court has decided not to grant a stay in United States Telecommunications Association v. Federal Communications Commission. The Administration believes you should act promptly using all methods at your disposal to protect consumers and ensure appropriate competitive access to local networks, including the rapid adoption of interim rules that will accomplish those goals.

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Sincerely,

Michael D. Gallagher

Acting Assistant Secretary for Communications and Information

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